

AUDITOR'S REPORT

The Members of Executive committee of
SOUTH ASIA FORUM FOR INFRASTRUCTURE REGULATION (SAFIR)
New Delhi

We have audited the attached Balance sheet of **SOUTH ASIA FORUM FOR INFRASTRUCTURE REGULATION (SAFIR)** New Delhi, as at **31st March 2011** and the income and expenditure account for the year ended on that date annexed thereto. These financial statements are the responsibility of the Association's Management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted audit in accordance with auditing standards generally accepted in India. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion and to the best of your information and explanations given to us, the financial statement read with Notes to accounts, gives a True and Fair view in conformity with the accounting principles generally accepted in India:-

- a) In the case of the Balance Sheet, of the state of affairs of the Association as at **31st March 2011** and
- b) In the case of the Income & Expenditure Account, of the surplus for the year ended on that date.

Place : New Delhi
Date : 29.07.2011


Chartered Accountant
For R.K. RAMAN & Co.
M. No: 504962

SOUTH ASIA FORUM FOR INFRASTRUCTURE REGULATION (SAFIR)
Sectt.: Central Electricity Regulatory Commission (CERC),
3rd & 4th FLOOR, CHANDERLOK BUILDING, 36 JANPATH, NEW DELHI - 110 001.

INCOME AND EXPENDITURE ACCOUNT
FOR THE PERIOD 01st APRIL, 2010 to 31st MARCH, 2011

<u>Description</u>	<u>Schedule</u>	<u>AMOUNT (in ₹)</u>	<u>Description</u>	<u>AMOUNT (in ₹)</u>
Administrative Costs (Secretariat)	1	705,864	Subscription & Membership Fees	4,782,038
Salary, Establishment Expenses and other Services	2	1,811,099	Participation Fees (Core Course)	1,280,000
Steering Committee Expenses	3	1,501,846	Participation Conclave Fees	693,382
Core Course Expenses	4	3,491,682	Interest Received	135,965
			Miscellaneous Receipts	105,000
			Excess Provision written-off	11,030
			Excess of Expenditure over Income	503,076
		<u><u>7,510,491</u></u>		<u><u>7,510,491</u></u>

As per our report of even date attached.

For R.K. RAMAN & CO.



R.K. RAMAN
Chartered Accountant
Membership No.:504962

Date: 29th July, 2011
Place: New Delhi

For SOUTH ASIA FORUM FOR INFRASTRUCTURE REGULATION

Chairman

Secretary

Treasurer

SOUTH ASIA FORUM FOR INFRASTRUCTURE REGULATION (SAFIR)
Sectt.: Central Electricity Regulatory Commission (CERC),
3rd & 4th FLOOR, CHANDERLOK BUILDING, 36 JANPATH, NEW DELHI - 110 001.

SCHEDULES FORMING PART OF BALANCE SHEET

<u>PARTICULARS</u>	<u>AMOUNT (in ₹)</u>
	<u>AS ON 31.03.2011</u>
<u>SCHEDULE - 1 (Administrative Costs Secretariat)</u>	<u>705,864</u>
Advertisement Expenses	48,400
Audit Fees	27,575
Bank Charges	4,096
e-TDS Filing Fees	437
Interest paid towards delay in pymt. of TDS	140
Legal Fees	11,030
Office Maintenance	92,891
Printing & Stationary	3,680
Professional Fees	121,330
TDS receivable written-off	1,466
Telephone Expenses	73,978
Website Expenses	320,841
	<u>1,811,099</u>
<u>SCHEDULE - 2 (Salary, Establishment Expenses and other Services)</u>	<u>276,270</u>
House Rent Allowance	1,534,829
Salary	
	<u>1,501,846</u>
<u>SCHEDULE - 3 (Steering & Executive Committee Expenses)</u>	<u>36,162</u>
Courier Charges	12,385
Guest House Expenses	620,047
Meeting Expenses	18,683
Taxi Hire Charges	814,569
Travelling Expenses	
	<u>3,491,682</u>
<u>SCHEDULE - 4 (Core Course Expenses)</u>	<u>3,068,700</u>
Core Course Expenses (IIM, Bangalore)	6,183
Courier Expenses	5,160
Guest House Expenses	411,639
Travelling Expenses	
TOTAL	<u>7,510,491</u>

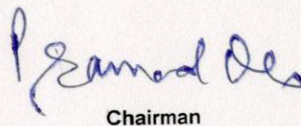
As per our report of even date attached.

For R.K. RAMAN & CO.

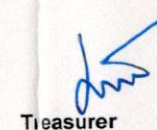

R.K. RAMAN
 Chartered Accountant
 Membership No. 504962

Date: 29th July, 2011
 Place: New Delhi

For SOUTH ASIA FORUM FOR INFRASTRUCTURE REGULATION


 Chairman


 Secretary


 Treasurer

SOUTH ASIA FORUM FOR INFRASTRUCTURE REGULATION (SAFIR)
Sectt.: Central Electricity Regulatory Commission (CERC),
3rd & 4th FLOOR, CHANDERLOK BUILDING, 36 JANPATH, NEW DELHI - 110 001.

TDS DETAILS FOR THE A.Y.2011-2012

PARTICULARS	Amount (in ₹)
ONGC	6,000
Gammon India Limited	16,000
ABB	2,000
NTPC Ltd.	16,000
NHPC Ltd.	8,000
Total	48,000

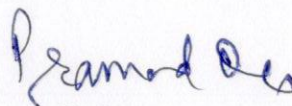
As per our report of even date attached.

For R.K. RAMAN & CO.



R.K. RAMAN
Chartered Accountant
Membership No.:504962

Date: 29th July, 2011
Place: New Delhi

For SOUTH ASIA FORUM FOR INFRASTRUCTURE REGULATION


Chairman


Secretary


Treasurer

SOUTH ASIA FORUM FOR INFRASTRUCTURE REGULATION (SAFIR)
(Forming part of Balance Sheet as at 31st March, 2011)

Background of SAFIR

The South Asia Forum for Infrastructure Regulation (SAFIR) was established in May 1999 with the support of World Bank. It is an **Association of Person (AOP)**, applying the **"Principle of Mutuality"** as laid down by Hon'ble Supreme Court in the case of **CHELMSFORD CLUB 243 ITR 89**.

SAFIR aims to:

- Provide a platform for experience sharing amongst the regulators of the region;
- Build regulatory decision-making and response capacity in South Asia ;
- Facilitate the regulatory process;
- Conduct training programmes to serve regulatory agencies and other stakeholders;
- Spur research on regulatory issues; and
- Provide a databank of information relating to regulatory reform processes and experiences.

Significant Accounting Policies & Notes on Accounts

a. Method of Accounting

Accounts are being prepared under the historical cost convention on accrual basis and are materially compiled with the mandatory accounting standards issued notified by the Govt. of India U/s 211(3C) of the Companies Act, 1956.

b. Recognition of Income & Expenditure

The Association follows the Mercantile System of Accounting and recognizes Income & Expenditure on Accrual Basis. Membership Fee in respect of foreign members is recognized on the basis of actual receipt.

c. Fixed Assets and Depreciation

The Association has no Fixed Assets. However it would follow AS-10, if situation so warrant.

d. Taxation

As far as provision for tax is concerned, the said association is an exempted institution under the doctrine of **"Principle of Mutuality"**. Hence, no provision for tax has been made or provided, consequently, provision for deferred tax asset/ liability is not required.

Significant Accounting Policies & Notes on Accounts (Contd.)

e. Events occurring after the Balance Sheet date

No significant events which could affect the financial position as on 31.3.2011 to a material extent has been reported by the assessee, after the balance sheet date till approval of Accounts.

f. Prior period and Extraordinary Items

Errors and omission in the preparation of the financial statements for the one or more period of past years shall be dealt as per AS-5.

g. Related Party Transactions(AS-18)

As per Accounting Standard 18 the details of related party transactions are not applicable.

h. Overall Valuation Policy

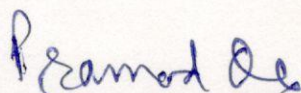
The accounts have been prepared on historical cost basis and on the assumption of going concern.

i. Foreign Exchange Transactions

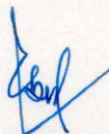
The foreign currency transactions are recorded as per accounting standard 11.

j. Paise have been rounded off to the nearest rupee.

For SOUTH ASIA FORUM FOR INFRASTRUCTURE REGULATION (SAFIR)



Chairman



Secretary



Treasurer